



Council Communication

TO: HONORABLE MAYOR AND COUNCILMEMBERS

FROM: EDGAR MEDINA, P.E., ASSISTANT TOWN ENGINEER, 480-503-6754

THROUGH: MIKE GILLESPIE, P.E., TOWN ENGINEER
GREG TILQUE, DEVELOPMENT SERVICES DIRECTOR
MARC SKOCYPEC, DEPUTY TOWN MANAGER

MEETING DATE: OCTOBER 4, 2012

SUBJECT: APPROVAL OF CHANGE ORDER NO. 1 WITH TIERRA CONTRACTING INC FOR WESTERN CANAL WATER MAIN IMPROVEMENTS, CIP PROJECT NO. WA076, CONTRACT NO. 2011-7009-0118

STRATEGIC INITIATIVE: Infrastructure

This project supports Gilbert's strategic initiative for Infrastructure as it expands and improves the potable water system to meet the needs of Gilbert's citizens.

LEGAL REVIEW

☐ Complete

☒ N/A

FINANCIAL REVIEW

☒ Complete

☐ N/A

RECOMMENDED MOTION

A MOTION TO APPROVE CHANGE ORDER NO. 1 WITH TIERRA CONTRACTING INC FOR WESTERN CANAL WATER MAIN IMPROVEMENTS, CIP PROJECT NO. WA076, IN THE DEDUCTIVE AMOUNT OF (\$201,724.49) AND AUTHORIZE THE MAYOR TO EXECUTE THE REQUIRED DOCUMENTS.

BACKGROUND/DISCUSSION

Town Council approved the 2011-2016 Capital Improvement Program (CIP) which called for the design and construction of a new 20 inch water main along the Western Canal from Cooper to McQueen roads. This water main provides Gilbert with a looped water system for the northwest portion of Water Pressure Zone 1.

In January 2011, bids were publicly opened for this project. A total of twelve bids were received with Tierra Contracting Inc. being the lowest responsive and responsible bid. Tierra has now completed the construction of the project, and due to diligent project management by the project team, there is a total of \$201,724.49 in unused allowance in the contract to be returned to Gilbert.

FINANCIAL IMPACT

The project is identified in the 2011-16 Capital Improvement Program as Project No. WA076. The construction contract was for the amount of \$872,000, funded through WRMPC 2007 Bonds. This proposed change order in the deductive amount of \$201,724.49 decreases the construction services contract to \$670,275.51.

Summary of Contract Activity

Original Contract Amount	Dated 2/24/11	\$ 872,000.00
<u>Change Order No. 1</u>	<u>Pending</u>	<u>\$ (201,724.49)</u>
Proposed Total Contract Amount		\$ 670,275.51

Project Accounting Code: wa076-7540-8301

The financial impact was reviewed by Dawn Irvine, Management and Budget Manager.

STAFF RECOMMENDATION

Staff has reviewed the proposed Change Order No.1 to the construction services contract and recommends the approval.

Respectfully submitted,



Edgar Medina, P.E.
Assistant Town Engineer
edgar.medina@gilbertaz.gov

Attachments and Enclosures: Change Order No. 1

CHANGE ORDER NO. 1

PROJECT: Western Canal Water Main Improvements
PROJECT NO.: WA076
CONTRACT NO.: 2011-7009-~~0118~~
DATE: October 4, 2012
OWNER: Town of Gilbert
CONTRACTOR: Tierra Contracting, Inc
CONTRACT DATED: February 4, 2011

CHANGES: The Agreement is changed as follows: Deductive change order for unused allowance monies.

The original CONTRACT SUM:	\$872,000.00
Previously Authorized CHANGE ORDERS:	\$0
CONTRACT sum prior to this CHANGE ORDER	\$872,000
CHANGE ORDER NO. 1 Amount	<\$201,724.49>
New CONTRACT SUM	\$670,275.51

THE NEW CONTRACT SUM INCLUDES ALL GENERAL CONDITIONS THAT ARE APPLICABLE TO THIS CHANGE ORDER.

Contract time will be increased by:

ACCEPTANCE STATUS:

Approved/Accepted by:

Contractor	_____	_____
	(Name)	(Date)

PM/CM	_____	_____
	(Name)	(Date)

GILBERT:	_____	_____
	(Name)	(Date)

Not valid until signed by GILBERT and/or CONTRACTOR and/or PM/CM. Signature of CONTRACTOR and/or PM/CM indicates acceptance, including CONTRACT SUM and CONTRACT TIME.